										Current	Prior Year	3 Years	5 Years			
	1		October-0	08		S		FYTD	FY08	Ended	Ended					
		Alloca	ation	<u>Month</u>		Alloca	ation_	Month		Alloca	ation_	Quarter			6/30/2008	6/30/2008
	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Net	Net	Net	Net
LARGE CAP DOMESTIC EQUITY																
Structured Growth																
Los Angeles Capital	49,256	2.3%	2.8%	-7.37%	53,617	2.5%	2.8%	-16.95%	64,541	2.7%	2.8%	-12.89%	-32.98%	-7.79%	7.68%	N/A
Total Structured Growth	49,256	2.3%	2.8%	-7.37%	53,617	2.5%	2.8%	-16.95%	64,541	2.7%	2.8%	-12.89%	-32.98%	-7.79%	7.68%	9.56%
Russell 1000 Growth				-7.95%				-17.61%				-12.33%	-33.51%	-5.96%	5.91%	7.32%
Structured Value																
LSV	44,893	2.1%	2.8%	-7.22%	48,805	2.3%	2.8%	-20.01%	60,981	2.6%	2.8%	-6.65%	-30.72%	-21.43%	3.81%	11.57%
Russell 1000 Value				-7.17%				-17.31%				-6.11%	-27.93%	-18.78%	3.53%	8.92%
Russell 1000 Enhanced Index																
LA Capital	76,394	3.6%	3.6%	-6.72%	108,886	5.0%	5.6%	-15.71%	130,407	5.5%	5.6%	-9.52%	-28.86%	-9.54%	6.97%	N/A
Russell 1000				-7.56%				-17.46%				-9.35%	-30.83%	-12.36%	4.81%	
S&P 500 Enhanced Index																
Westridge	103,129	4.9%	3.6%	-7.08%	111,931	5.2%	5.6%	-16.71%	134,346	5.6%	5.6%	-8.06%	-28.84%	-12.18%	4.98%	N/A
S&P 500				-7.18%				-16.79%				-8.37%	-29.23%	-13.12%	4.41%	
Index	1															
State Street	15,719			-7.75%	34,702			-17.05%	42.142			-11.64%	-32.38%	-18.24%	2.93%	6.64%
Total 130/30	15,719	0.7%	1.9%	-7.75%	34,702	1.6%	1.9%	-17.05%	42,142	1.8%	1.9%		-32.38%	-18.24%	2.93%	6.64%
S&P 500	,			-7.18%	,			-16.79%	•			-8.37%	-29.23%	-13.12%	4.41%	7.59%
Temporary Asset Allocation (Enhanced)																
Clifton Group (moved from fixed 11/1/08)	87,077	4.1%	4.1%	-7.91%	-	0.0%	0.0%	N/A	_	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
S&P 500	01,011	7.170	7.170	-7.18%	_	0.0 /0	0.070	IVA	_	0.070	0.0 /0	IVA	IVA	11/7	IVA	IVA
TOTAL LARGE CAP DOMESTIC EQUITY	376,469	17.8%	18.8%	-7.27%	357,939	16.6%	18.8%	-16.94%	432,417	18.1%	18.8%	-9.42%	-30.23%	-12.71%	5.68%	9.31%
S&P 500				-7.18%				-16.79%				-8.37%	-29.23%	-13.12%	4.41%	7.59%
SMALL CAP DOMESTIC EQUITY																
Manager-of-Managers																
SEI	1	0.0%	1.2%	N/A	54,548	2.5%	3.1%	-22.99%	70,554	3.0%	3.1%	-6.64%	-	-20.93%	2.06%	9.10%
Russell 2000 + 200bp				-11.66%				-20.64%				-0.61%	-30.32%	-14.48%	5.88%	12.50%
Enhanced																
Research Affiliates	51,521	2.4%	1.2%	-12.63%	60,198	2.8%	3.1%	-21.05%	76,188	3.2%	3.1%	-2.34%	-32.63%	N/A	N/A	N/A
Russell 2000				-11.83%				-20.80%				-1.11%	-30.95%			
Temporary Asset Allocation (Enhanced)																
Clifton	82,065	3.9%	3.9%	-11.16%	66	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
Russell 2000	,			-11.83%												
TOTAL SMALL CAP DOMESTIC EQUITY	133,588	6.3%	6.3%	-11.73%	114,813	5.3%	6.3%	-21.98%	146,741	6.2%	6.3%	-4.46%	-34.21%	-21.14%	1.97%	9.04%
Russell 2000	133,300	0.570	0.570	-11.83%	114,013	3.370	0.570	-20.80%	140,141	0.2 /0	0.570	-1.11%	-30.95%	-16.19%	3.79%	10.29%
INTERNATIONAL EQUITY				11.00/0				20.00/0				1.11/0	00.30/0	10.13/0	0.13/0	10.23/0
Large Cap - Active																
Capital Guardian	84,353	4.0%	4.0%	-3.87%	69,704	3.2%	4.0%	-19.54%	86,992	3.7%	4.0%	-19.12%	-37.45%	-12.37%	12.24%	14.35%
LSV	82,479	3.9%	4.0%	-5.09%	68,885	3.2%		-19.54%	86,189	3.6%		-17.02%	-37.43 <i>%</i> -37.10%	-12.37 %	7.37%	N/A
Total Large Cap - Active	166,831	7.9%	8.0%	<b>-4.48%</b>	138,589	6.4%		-19.83%	173,182	7.3%		-18.09%	-37.10% -37.28%	-19.29%	9.83%	13.46%
MSCI EAFE - 50% Hedged	100,001	11070	0.070	-4.98%	100,000	0.170	0.070	-17.28%	110,102	11070	0.070	-16.79%	-34.59%	-15.14%	10.93%	14.67%
Small Cap - Value				110070				2070				. 0 0 / 0	0.1.0070	1011170	10.0070	
DFA	21 004	1.0%	1.0%	-5.55%	15,566	0.7%	1.0%	-21.76%	19,897	0.8%	1.0%	-20.83%	-41.49%	N/A	N/A	N/A
Total Small Cap Value	21,084 <b>21,084</b>	1.0%	1.0%	-5.55%	15,566	0.7%		-21.76% -21.76%	19,897	0.8%	1.0%	-20.83%	-41.49% -41.49%	-12.74%	9.30%	17.27%
S&P/Citigroup Broad Market Index < \$2BN	21,004	1.0 /0	1.0 /0	-3.70%	13,300	U.1 /0	1.0/0	-23.80%	13,037	U.U /0	1.0 /0	-23.50%	-41.49 % -43.86%	-12.74 % -25.49%	7.39%	17.33%
				3.7070				20.0070				20.0070	10.0070	20.70	7.0070	
Small Cap - Growth	20 120	1 00/	1 00/	-A 0.40/	14 404	0.79/	1.0%	-2/ 1/0/	10.000	0.8%	1 00/	-25 A10/	-45.92%	-17 520/	11.77%	20.18%
Vanguard Citigroup Broad Market Index < \$2BN	20,139	1.0%	1.0%	<b>-4.94%</b> -3.70%	14,494	0.7%	1.0%	<b>-24.14%</b> -23.80%	19,088	U.O 70	1.0%	<b>-25.01%</b> -23.50%	-43.92% -43.86%	<b>-17.52%</b> -25.49%	7.39%	20.18% 17.33%
TOTAL INTERNATIONAL EQUITY	208,054	9.8%	10.0%	-4.62%	168,650	7.8%	10.0%	-20.40%	212,166	8.9%	10.0%	-19.01%	-38.51%	-18.83%	9.79%	14.56%

## STATE BONDING FUND INVESTMENT PERFORMANCE REPORT AS OF NOVEMBER 30, 2008

										Current	Prior Year	3 Years	5 Years		
November-08				October-		S	r-08		FYTD	FY08	Ended	Ended			
	Allocation Month		<u>Month</u>		<u>Allocation</u>		<u>Month</u>		Allocation C		Quarter			6/30/2008	6/30/2008
Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Net	Net	Net	Net
			-4.98%				-17.28%				-16.79%	-34.59%	-15.14%	10.93%	14.67%

MSCI EAFE - 50% Hedged

## STATE BONDING FUND **INVESTMENT PERFORMANCE REPORT AS OF NOVEMBER 30, 2008**

	,	November	-08			October-	 ∩8		9	eptembe	r-08		Current FYTD	Prior Year FY08	3 Years Ended	5 Years Ended
	'	Alloca		Month		Alloca		Month		Alloca		Quarter	1110	1 100	6/30/2008	
	Market Value	Actual		Net ROR	Market Value	Actual		Net ROR	Market Value	Actual	Policy	Net ROR	Net	Net	Net	Net
DOMESTIC FIXED INCOME Core Bond																
Western Asset	382.018	18.1%	17.1%	-1.12%	373.488	17 3%	17.1%	-6.68%	400.177	16.8%	17.1%	-5.05%	-12.38%	2.06%	2.76%	3.55%
BC Aggregate	302,010	10.170	17.170	3.25%	373,400	17.570	17.170	-2.36%	400,177	10.070	17.170	-0.49%	0.33%	7.12%	4.09%	3.86%
00 0				0.2070				2.0070				0. 1070	0.0070	7.1270	1.0070	0.0070
Mortgage Backed Hyperion	64.807	3.1%	4.4%	-16.41%	72.264	3.3%	4.4%	-7.36%	77.015	3.2%	4.4%	-21.09%	-38.90%	-20.24%	N/A	N/A
BC Global Aggregate (US Securitized Portion)	- ,	3.170	4.4 /0	0.00%	12,204	3.3 /0	4.4 /0	-3.66%	77,013	3.2 /0	4.4 /0	-1.46%	-36.90 % -5.07%	10.14%	IN/A	IN/A
,				0.0070				0.0070				1. 1070	0.0170	10.1170		
Core Plus/Enhanced Clifton Group		0.0%	4.4%	N/A	120,820	5.6%	4.4%	-0.25%	121.889	5.1%	4.4%	0.43%	N/A	10.17%	N/A	N/A
Prudential	- 119.727	5.7%	4.4%	1.44%	113.633	5.3%	4.4%	-0.23 % -5.21%	118.769	5.0%	4.4%	-1.35%	-5.15%	4.89%	N/A N/A	
Total Core Plus/Enhanced	119,727	5.7%	8.8%	1.44%	234,453	10.9%	8.8%	-3.21% - <b>2.70%</b>	240,658	10.1%	8.8%	-1.35 % - <b>0.46</b> %	-3.15% - <b>1.76%</b>	7.55%	N/A	-
BC Aggregate	113,727	3.7 /0	0.0 /0	3.25%	204,400	10.5 /0	0.070	-2.36%	240,030	10.170	0.070	-0.49%	0.33%	7.12%	IN/A	IN/A
•••				0.2070				2.0070				0.4070	0.0070	7.12/0		
Index	000 744	40 50/	7 70/	4.000/	005.004	0.50/	7 70/	0.000/	000 007	0.00/	7 70/	4 0 40/	4.000/	7.000/	2 220/	0.000/
Bank of ND BC Gov/Credit (1)	222,711	10.5%	7.7%	<b>4.93%</b> 4.43%	205,024	9.5%	7.7%	<b>-2.32%</b> -2.51%	209,837	8.8%	7.7%	<b>-1.24%</b> -1.64%	<b>1.23%</b> 0.15%	<b>7.68%</b> 7.24%	<b>3.93%</b> 3.84%	<b>3.28%</b> 3.24%
( )				4.43%				-2.31%				-1.04%	0.15%	7.24%	3.04%	3.24%
BBB Average Quality		40.00/	4= 407			4= =0/	4= 407			4= 00/	4= 407					
Wells Capital (formerly Strong)	401,142	19.0%	17.1%	2.27%	377,155	17.5%	17.1%	-7.91%	410,286	17.2%	17.1%		-9.27%	3.55%	3.04%	
BC US Credit BAA				2.82%				-10.95%				-4.85%	-12.87%	2.62%	2.52%	3.59%
TOTAL DOMESTIC FIXED INCOME	1.190.404	56.3%	55.0%	0.38%	1.262.384	58.5%	55.0%	-5.69%	1.337.974	56 1%	55.0%	-4.37%	-9.48%	2.32%	3.89%	5.04%
BC Aggregate (2)	1,130,404	30.370	33.070	3.25%	1,202,304	30.370	33.070	-2.36%	1,001,014	30.170	33.070	-0.49%	0.33%	7.12%	4.09%	3.73%
20 / igg/ ogato (2)				0.2070				2.0070				0.1070	0.0070	77.1270		0.70
CASH EQUIVALENTS																
Bank of ND	206,912	9.8%	10.0%	0.11%	254,220	11.8%	10.0%	0.13%	253,896	10.7%	10.0%	0.48%	0.72%	3.43%	4.10%	3.38%
90 Day T-Bill				0.10%				0.11%				0.63%	0.85%	3.63%	4.27%	3.18%
TOTAL BONDING FUND	2,115,427	100.0%	100.0%	-1.96%	2,158,006	100.0%	100.0%	-9.43%	2,383,194	100.0%	100.0%	-6.34%	-16.83%	-4.14%	4.30%	5.86%
POLICY TARGET BENCHMARK				-0.78%				-7.46%				-3.56%	-11.46%	-0.90%	5.01%	5.95%

NOTE: Monthly returns and market values are preliminary and subject to change.

<sup>(1)</sup> From April 1, 2004, through June 30, 2005, the benchmark was the LB Intermediate Govt/Credit index. (2) Prior to July 1, 2005, the benchmark was LB Govt/Credit Index.